

Calculation of the Base Spending Amount FY19 Amendment - March 15, 2018

(millions of dollars)

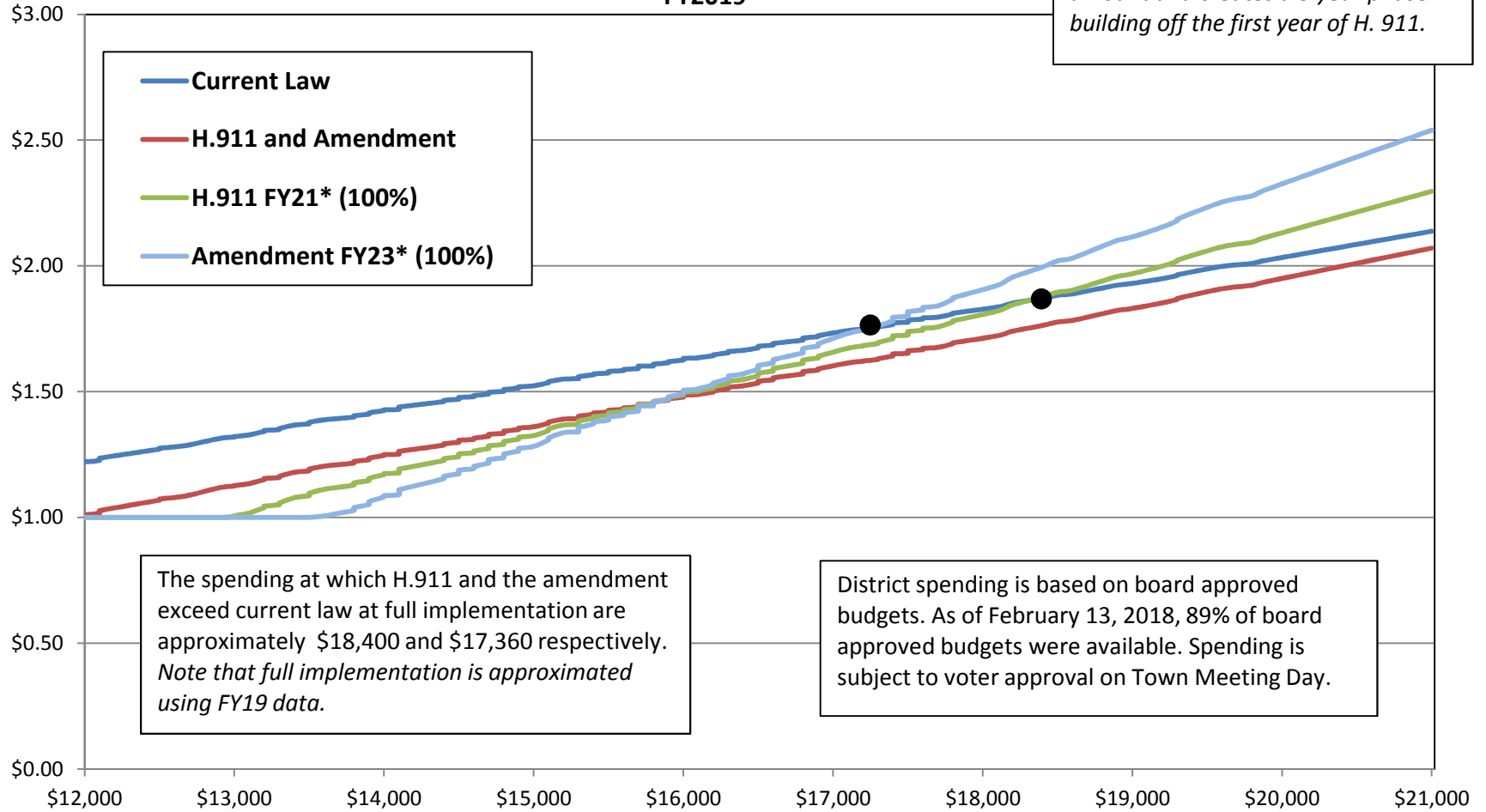
1,639.1	Education Fund sources 16 V.S.A 4025(a)(1)-(8)
<u>(560.6)</u>	Less gross homestead tax
1,078.5	
1,633.1	Education Fund uses
<u>6.3</u>	Plus FY2019 transfer to stabilization reserve
1,639.4	
<u>(1,367.8)</u>	Less net education payment (includes FY19 recapture)
271.6	Committed Education Fund uses
1,078.5	Available Education Fund sources
<u>(271.6)</u>	Less committed Education Fund uses
806.9	
<u>396.6</u>	Plus amount raised on \$1.00 on property
1,203.5	
1,203,477,000	Total Base Spending
<u>88,359</u>	Equalized pupils
\$13,620	Base spending amount per equalized pupil

Fiscal Year	Base Spending Amount	Yield	% of Income Tax	Implementation %
2019	\$11,916	\$8,500	0%	
2020	\$12,333*	\$7,575*	25%	94%
2021	\$12,755*	\$6,650*	50%	96%
2022	\$13,184*	\$5,725*	75%	98%
2023	\$13,620*	\$4,805*	100%	100%

For illustrative purposes only* - the base spending amount and equivalent yield for FY20-FY23 represent 94%-100% of the FY19 base spending amount. In practice the base spending amount will be **recalculated each year based on the Education Fund revenues the corresponding fiscal year.

Estimated Homestead Property Tax Rates Current Law Compared to HWM Proposal and Amendment FY2019

Amendment adds the income tax surcharge into the base spending amount and creates a 5 year phase in building off the first year of H. 911.



The spending at which H.911 and the amendment exceed current law at full implementation are approximately \$18,400 and \$17,360 respectively. Note that full implementation is approximated using FY19 data.

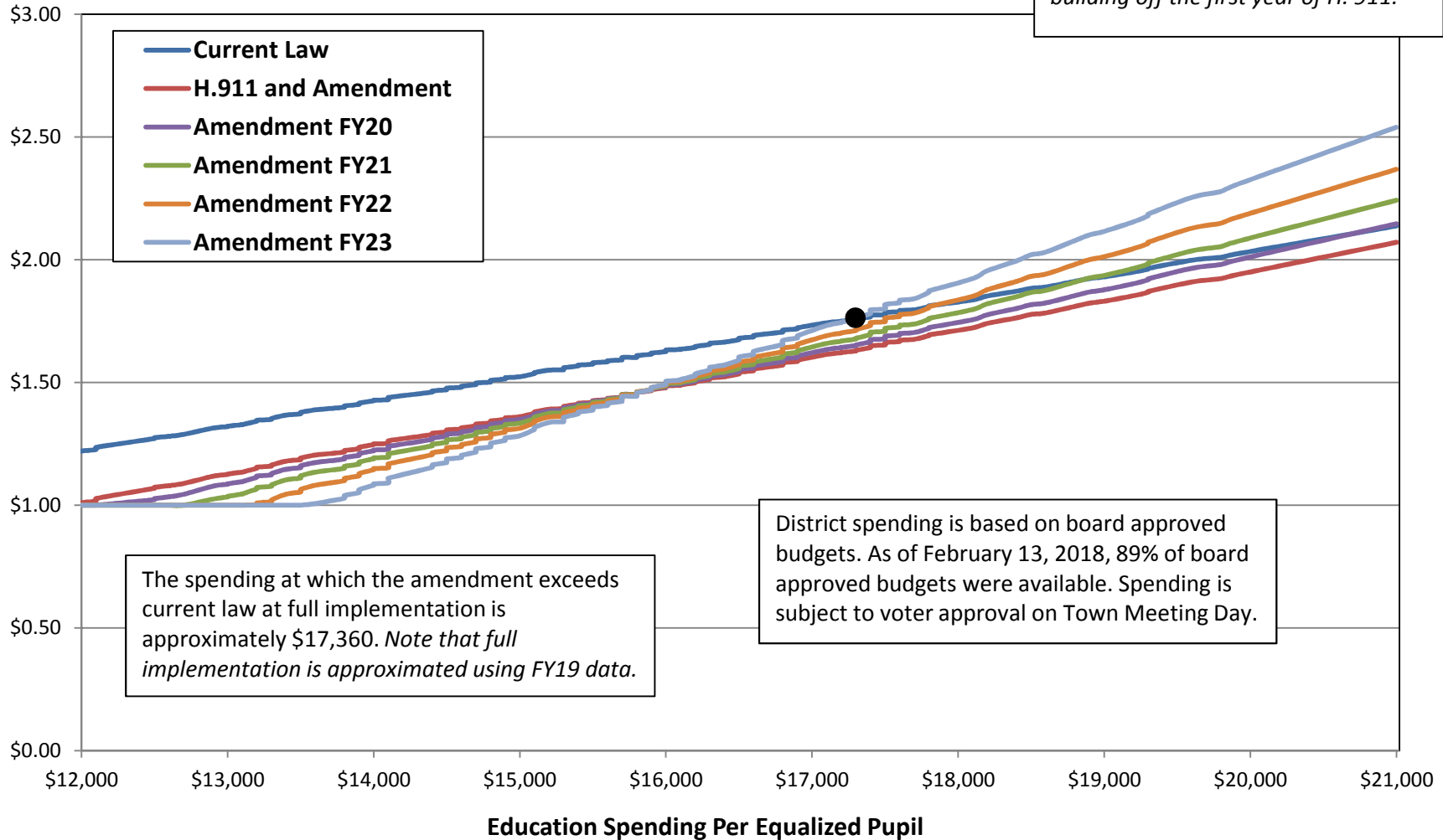
District spending is based on board approved budgets. As of February 13, 2018, 89% of board approved budgets were available. Spending is subject to voter approval on Town Meeting Day.

Education Spending Per Equalized Pupil

**For illustrative purposes only - the base spending amount and equivalent yield for future fiscal years represent percentages of the FY19 base spending amount. In practice the base spending amount will be recalculated each year based on the Education Fund revenues the corresponding fiscal year.*

**Estimated Homestead Property Tax Rates
Current Law Compared to H.911 Amendment
FY2019**

Amendment adds the income tax surcharge into the base spending amount and creates a 5 year phase in building off the first year of H. 911.



The spending at which the amendment exceeds current law at full implementation is approximately \$17,360. Note that full implementation is approximated using FY19 data.

District spending is based on board approved budgets. As of February 13, 2018, 89% of board approved budgets were available. Spending is subject to voter approval on Town Meeting Day.

**For illustrative purposes only - the base spending amount and equivalent yield for FY20 - FY23 represent 94% -100% of the FY19 base spending amount. In practice the base spending amount will be recalculated each year based on the Education Fund revenues the corresponding fiscal year.*